

For Immediate Release

Shinsei Bank, Limited
 Showa Leasing Co., Ltd.

Agreement on the Acquisition of the Shares of SHINKO LEASE CO., LTD.

- Further enhancement of the construction machinery business -

Tokyo (Tuesday, April 23, 2019) --- Showa Leasing Co., Ltd. of the Shinsei Bank Group (Bunkyo-ku, Tokyo; President: Kiyohiro Kiyotani; hereinafter, "Showa Leasing") agreed today with Mitsubishi UFJ Lease & Finance Company Limited (Chiyoda-ku, Tokyo; President & CEO: Takahiro Yanai; hereinafter, "Mitsubishi UFJ Lease") on acquiring the shares of SHINKO LEASE CO., LTD. (Chuo-ku, Kobe City, Hyogo prefecture; President: Yutaka Sagawa; hereinafter, "Shinko Lease") owned by Mitsubishi UFJ Lease (80% of the issued shares), and has concluded a share transfer agreement with Mitsubishi UFJ Lease.

Showa Leasing has been providing its customers various financial solutions as a member of the Shinsei Bank Group by fully leveraging the Group's entire reach since 2005. Showa Leasing has also been focusing on specific business areas and markets through collaborations with companies having expertise and unique features. Especially in the construction machinery business, one of the company's strengths, Showa Leasing is expanding into the second-hand machinery auctions and crane rental markets through M&As to strengthen the asset-based businesses.

Shinko Lease has a solid customer base, sales structure and an advantage in construction machinery finance by collaborating with KOBELCO CONSTRUCTION MACHINERY CO., LTD., a manufacturer and seller of construction machinery in the Kobe Steel Group as a manufacturer-affiliated leasing company with Mitsubishi UFJ Lease and Kobe Steel, Ltd. Shinko Lease also offers various products and services to its broadly-ranged customers responding to the finance needs of Kobe Steel Group member companies.

Through the share acquisition, Showa Leasing which has been focusing on the finance and asset-based businesses for construction machinery and Shinko Lease which has a high reputation and expertise as a manufacturer-affiliated leasing company will collaborate to amplify their strengths and to expand and strengthen a platform extending from sales finance to property disposal. Showa Leasing will also provide products and services with high added value as a member of the Shinsei Bank Group in line with various needs of Kobe Steel Group member companies and Shinko Lease customers.

【Summary of Shinko Lease (as of March 31, 2019)】

Name	SHINKO LEASE CO., LTD.
Headquarters	2-4, Wakino-hama-Kaigandori 2-chome, Chuo-ku, Kobe City, Hyogo prefecture
Representative	President: Yutaka Sagawa Senior Managing Director: Keiji Funabashi
Establishment	October 1984
Business	1. Leasing, rental sales, installment sales, and maintenance of personal properties 2. Financing, guarantee, asset purchasing, and collection agent 3. Life insurance sales 4. Businesses accompanying or related to the above businesses
Capital	743.25 million yen
Total assets	94,600 million yen (as of September 30, 2018)
Shareholders	Mitsubishi UFJ Lease & Finance Company Limited: 80% Kobe Steel, Ltd.: 20%

【Schedule】

Conclusion of the share transfer agreement	April 23, 2019
Share transfer	July 1, 2019

End

Shinsei Bank is a leading diversified Japanese financial institution providing a full range of financial products and services to both institutional and individual customers. The Bank has a network of outlets throughout Japan and is committed in its pursuit of uncompromising levels of integrity and transparency in all of its activities in order to earn the trust of its customers, staff and shareholders. The Bank is committed to delivering long-term profit growth and increasing value for all its stakeholders. News and other information about Shinsei Bank is available at <https://www.shinseibank.com/corporate/en/index.html>